

The Stock Exchange of Hong Kong Limited takes no responsibility for the contents of this announcement, makes no representation as to its accuracy or completeness and expressly disclaims any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



星 美 國 際

SMI CORPORATION LIMITED

(Incorporated in Bermuda with limited liability)

Stock code: 198

DELAY IN ANNOUNCEMENT OF ANNUAL RESULTS AND DESPATCH OF ANNUAL REPORT

The Board wishes to inform the Shareholders that, due to unexpected delay in the audit of the financial accounts of Stellar Cinema Development Limited and Chengdu Stellar Digital Information Company Limited, which are respectively associated company and subsidiary of the Company, there will be a delay in the announcement of the Annual Results and despatch of the Annual Report. It is expected that the Annual Results will be announced and the Annual Report will be despatched on or before 31 August 2005.

The delay in announcement of the Annual Results and despatch of the Annual Report constitutes a breach of Rules 13.46(1) and 13.49(1) of the Listing Rules. In this regard, Stock Exchange may reserve its rights to take appropriate actions against the Company and/or its Directors.

At the request of the Company, trading in the shares of the Company was suspended from 11:04 a.m. on 28 April 2005 and remains suspended until further notice.

Pursuant to Rules 13.46(1) and 13.49(1) of the Listing Rules, the Company is required to announce its annual results (the “**Annual Results**”) and despatch its annual report (the “**Annual Report**”) for the year ended 31 March 2005 no later than 31 July 2005, four months after the date upon which the financial year ended.

The board of Directors (the “**Board**”) of the Company wishes to inform the Shareholders that, due to unexpected delay in the audit of the financial accounts of Stellar Cinema Development Limited and Chengdu Stellar Digital Information Company Limited in the People’s Republic of China, which are respectively associated company and subsidiary of the Company, there will be a delay in the announcement of the Annual Results and despatch of the Annual Report. It is expected that the Annual Results will be announced and the Annual Report will be despatched on or before 31 August 2005.

The delay in announcement of the Annual Results and despatch of the Annual Report constitutes a breach of Rules 13.46(1) and 13.49(1) of the Listing Rules. In this regard, Stock Exchange may reserve its rights to take appropriate actions against the Company and/or its Directors. The Directors have not dealt in any shares of the Company (the “**Shares**”) since 30 June 2005 and have undertaken not to deal in the Shares until after announcement of the Annual Results and despatch of the Annual Report.

At the request of the Company, trading in the Shares was suspended from 11:04 a.m. on 28 April 2005 and remains suspended until further notice.

By order of the Board
SMI Corporation Limited
Ko Hiu Fung
Company Secretary

Hong Kong, 19 July 2005.

As at the date of this announcement, the Board is comprised of ten Directors, namely:

Executive Directors: Mr. Qin Hong, Mr. Xing Jing, Mr. Li Kai, Mr. Tsang Chi Wai, Eric, Mr. Chan Pak Cheung, Natalis, Mr. Ren Jian Hong and Mr. Hao Bin

Independent non-executive Directors: Mr. Pang Hong, Mr. Qiao Zhen Pu and Mr. Lam Tak Shing

“Please also refer to the published version of this announcement in The Standard.”